

2005-483

APPENDIX B
Page 1.

People's Gas Inc.

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QUARTERLY REPORT OF GAS COST
RECOVERY RATE CALCULATION

PUBLIC SERVICE
COMMISSION

Date Filed:

November 28, 2005

Date Rates to be Effective:

January 1, 2006

Reporting Period is Calendar Quarter Ended:

October 31, 2005

SCHEDULE I

GAS COST RECOVERY RATE SUMMARY

<u>Component</u>	<u>Unit</u>	<u>Amount</u>
Expected Gas Cost (EGC)	\$/Mcf	10.2178
+ Refund Adjustment (RA)	\$/Mcf	
+ Actual Adjustment (AA)	\$/Mcf	
+ Balance Adjustment (BA)	\$/Mcf	
= Gas Cost Recovery Rate (GCR)	\$/Mcf	

GCR to be effective for service rendered from October 1, 2005 to December 31, 2005

A. <u>EXPECTED GAS COST CALCULATION</u>		
Total Expected Gas Cost (Schedule II)	\$	92,539.47
+ Sales for the 12 months ended	Mcf	9,056.70
= Expected Gas Cost (EGC)	\$/Mcf	10.2178
B. <u>REFUND ADJUSTMENT CALCULATION</u>		
Supplier Refund Adjustment for Reporting Period (Sch. III)	\$/Mcf	
+ Previous Quarter Supplier Refund Adjustment	\$/Mcf	
+ Second Previous Quarter Supplier Refund Adjustment	\$/Mcf	
+ Third Previous Quarter Supplier Refund Adjustment	\$/Mcf	
= Refund Adjustment (RA)	\$/Mcf	
C. <u>ACTUAL ADJUSTMENT CALCULATION</u>		
Actual Adjustment for the Reporting Period (Schedule IV)	\$/Mcf	
+ Previous Quarter Reported Actual Adjustment	\$/Mcf	
+ Second Previous Quarter Reported Actual Adjustment	\$/Mcf	
+ Third Previous Quarter Reported Actual Adjustment	\$/Mcf	
= Actual Adjustment (AA)	\$/Mcf	
D. <u>BALANCE ADJUSTMENT CALCULATION</u>		
Balance Adjustment for the Reporting Period (Schedule V)	\$/Mcf	
+ Previous Quarter Reported Balance Adjustment	\$/Mcf	
+ Second Previous Quarter Reported Balance Adjustment	\$/Mcf	
+ Third Previous Quarter Reported Balance Adjustment	\$/Mcf	
= Balance Adjustment (BA)	\$/Mcf	

SCHEDULE II
EXPECTED GAS COST

Actual* Mcf Purchases for 12 months ended October 2005

(1) Supplier	(2) Dth	(3) Btu Conversion Factor	(4) Mcf	(5)** Rate	(5) (4)x(5) Cost
Columbia Gas			11,319	9.70690	109,872.40

Totals 11,319 109,872.40

Line loss for 12 months ended October 31, 2005 is 13 % based on purchases of 11,319 Mcf and sales of 9,056.70 Mcf.

	Unit	Amount
Total Expected Cost of Purchases (6)	\$	109,872.40
÷ Mcf Purchases (4)	Mcf	11,319.00
= Average Expected Cost Per Mcf Purchased	\$/Mcf	9.7069
x Allowable Mcf purchases (must not exceed Mcf sales + .95)	Mcf	9,533.37
= Total Expected Gas Cost (to Schedule IA.)	\$	92,539.47

*Or adjusted pursuant to Gas Cost Adjustment Clause and explained herein.

**Supplier's tariff sheets or notices are attached.

SCHEDULE IV
ACTUAL ADJUSTMENT

For the 3 month period ended October 2005

<u>Particulars</u>	<u>Unit</u>	Month 1 (<u>Aug.</u>)	Month 2 (<u>Sept.</u>)	Month 3 (<u>Oct.</u>)
Total Supply Volumes Purchased	Mcf	290	224	420
Total Cost of Volumes Purchased	\$	5501.05	4655.63	6560.67
÷ Total Sales (may not be less than 95% of supply volumes)	Mcf	275.50	212.80	399.00
= Unit Cost of Gas	\$/Mcf	19.9676	21.8780	16.4428
- EGC in effect for month	\$/Mcf	9.91	9.91	9.91
= Difference [(Over-)/Under-Recovery]	\$/Mcf	10.0576	11.9680	6.5328
x <u>Actual sales during month</u>	Mcf	175.3	197.1	334.4
= Monthly cost difference	\$	1763.10	2358.89	2184.57

	<u>Unit</u>	<u>Amount</u>
Total cost difference (Month 1 + Month 2 + Month 3)	\$	6306.56
÷ Sales for 12 months ended _____	Mcf	9056.70
= Actual Adjustment for the Reporting Period (to Schedule IC.)	\$/Mcf	.6964

SCHEDULE IV
ACTUAL ADJUSTMENT

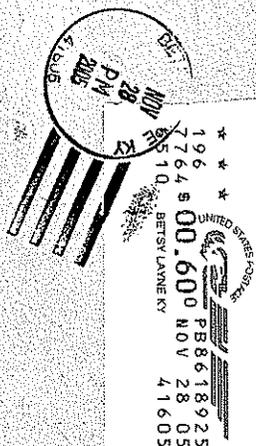
For the 3 month period ended July 2005

<u>Particulars</u>	<u>Unit</u>	Month 1 <u>(May)</u>	Month 2 <u>(June)</u>	Month 3 <u>(July)</u>
Total Supply Volumes Purchased	Mcf	453	340	226
Total Cost of Volumes Purchased	\$	6680.19	6005.74	4794.50
÷ Total Sales (may not be less than 95% of supply volumes)	Mcf	430.35	323.00	209.00
= Unit Cost of Gas	\$/Mcf	15.5226	18.5936	22.9401
- EGC in effect for month	\$/Mcf	11.0355	11.0355	9.91
= Difference [(Over-)/Under-Recovery]	\$/Mcf	4.4871	7.5581	13.0301
x Actual sales during month	Mcf	355.5	250.4	202.0
= Monthly cost difference	\$	1595.16	1892.54	2632.08

	<u>Unit</u>	<u>Amount</u>
Total cost difference (Month 1 + Month 2 + Month 3)	\$	6119.78
÷ Sales for 12 months ended _____	Mcf	9476.90
= Actual Adjustment for the Reporting Period (to Schedule IC.)	\$/Mcf	.6458

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